



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

M/043/004

Norman H. Bangerter
Governor

Dee C. Hansen
Executive Director

Dianne R. Nielson, Ph.D.
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355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340

April 20, 1992

TO: Wayne Hedberg, Minerals Permit Supervisor
FROM: Steve Schneider, O&G Audit Manager *Steve*
RE: 1991 Utelite Financial Statements

We have completed our review of the 1991 Utelite financial statements. Two of the financial ratios are now below the standards set at December 31, 1988, however fixed assets and tangible net worth are both improved. Net income did drop in 1991, but it is much higher than 1988.

The attached memo from Keith Bradford contains the specific financial ratio data for Utelite. Please call Keith or myself if you have any further questions.

Attachments

cc: R. J. Firth



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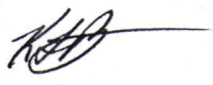
3 Triad Center, Suite 350

Salt Lake City, Utah 84180-1203

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April 20, 1992

TO: Steve Schneider

FROM: Keith L. Bradford 

RE: 1991 Utelite Financial Statements

I have reviewed the 1991 Utelite financial statements as per your request. Based upon this review, I have the following comments for your consideration:

1. The current ratio has declined to 8.08, which is down from the 1988 standard of 9.61. However, this is well above the normal standard of 1.2.
2. The total liability to net worth ratio has deteriorated to .10 which is above the board standard of .08. However, this is well within the normal standard of 2.5 or less.
3. Fixed assets have shown a steady increase as well as tangible net worth.
4. Net income took a nose dive in 1991. It decreased by 63% from 1990 net income. However, 1991's income is 381% above 1988's net income.

After your review of the attached ratio calculations and charts, if there is further analysis you would like done of Utelite's financial records, just let me know.

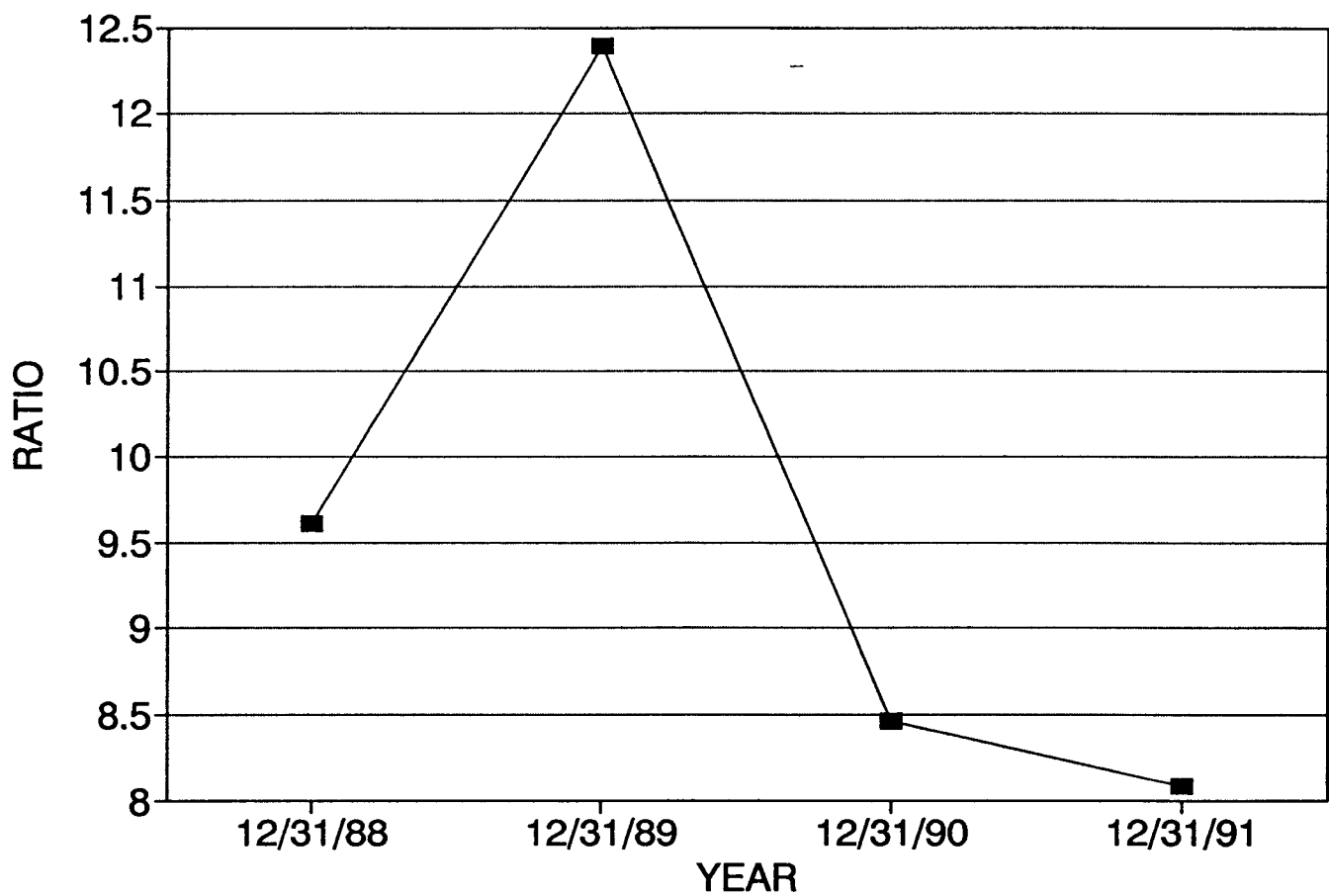
Attachments

Utelite Financial Ratio Review

	12/31/88	12/31/89	12/31/90	12/31/91
Cur Assets/Cur Liab	9.61	12.39	8.46	8.08
Normal std of 1.2 or greater				
Board req'd 12/88 maintained				
Total Liab/Net Worth	0.08	0.04	0.07	0.10
Normal std of 2.5 or less				
Board req'd 12/88 maintained				
Fixed Assets	\$603,208	\$711,737	\$973,650	\$1,141,181
Normal std of \$20 million				
Board did not require				
Tangible Net Worth	\$1,030,746	\$1,601,482	\$2,077,873	\$2,226,354
Normal std of \$10 million				
Board did not require				
Net Income	\$66,018	\$474,664	\$859,584	\$317,529
For information only				

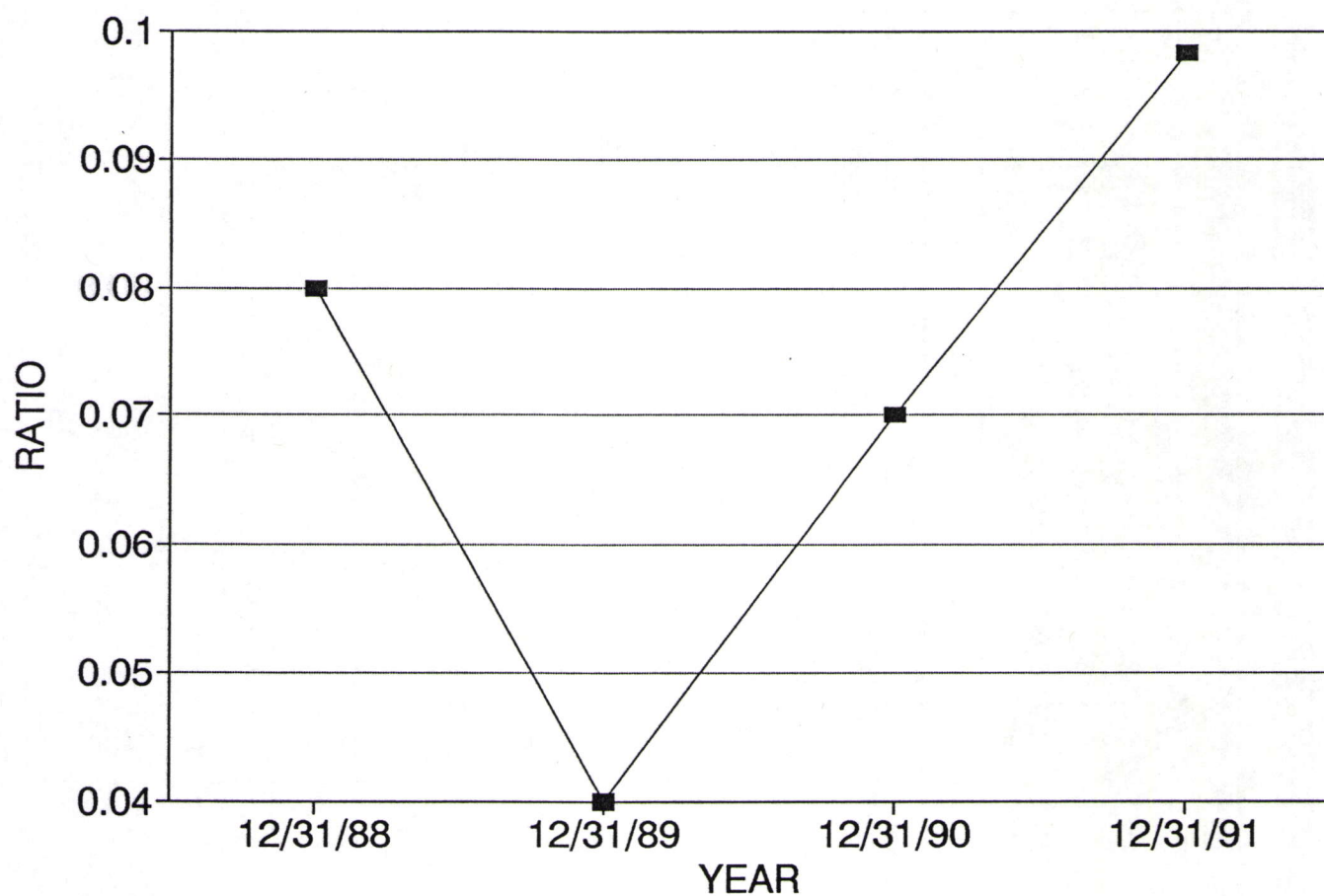
UTELITE FINANCIAL RATIOS REVIEW

CURRENT ASSETS/CURRENT LIABILITIES



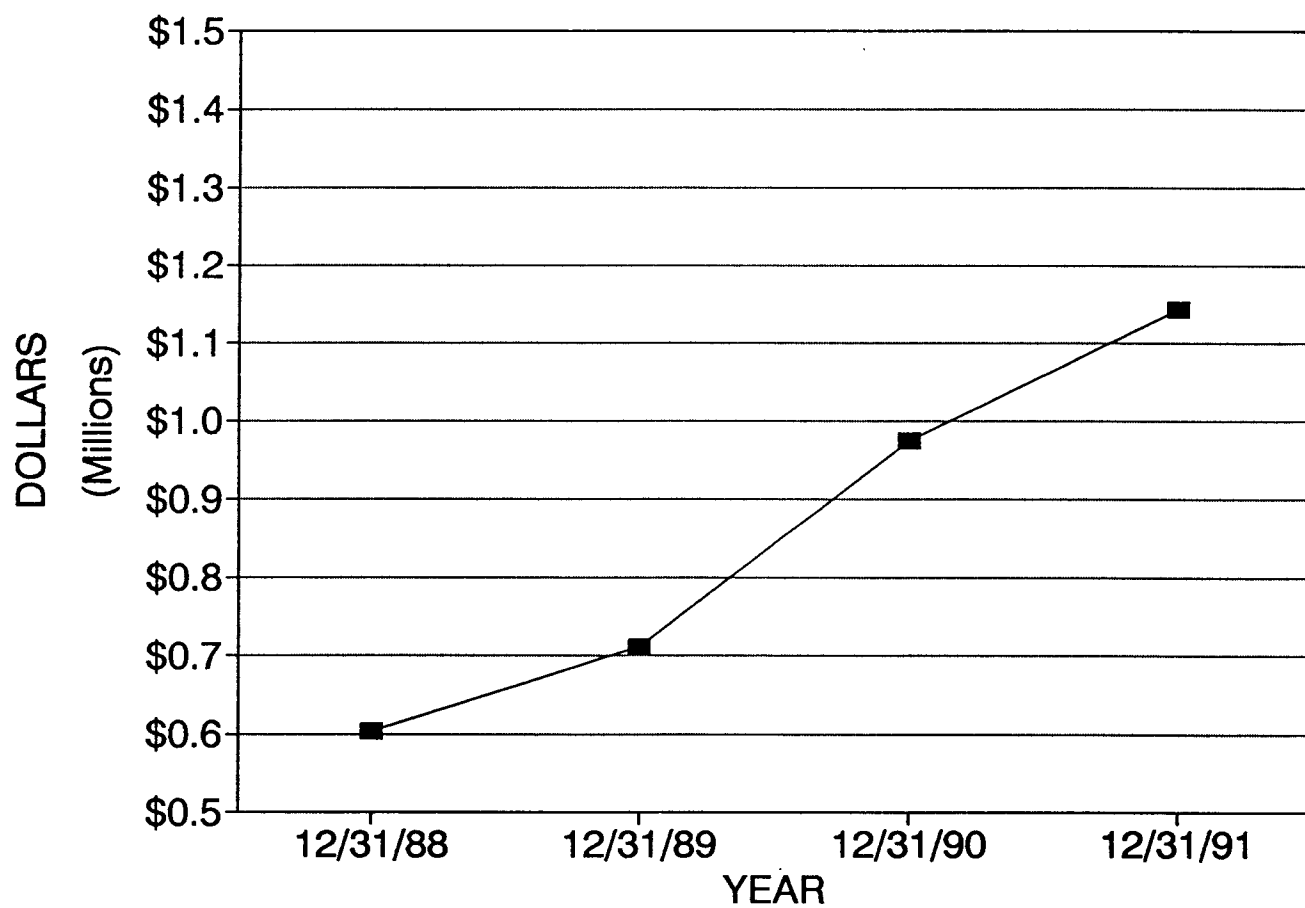
UTELITE FINANCIAL RATIOS REVIEW

TOTAL LIABILITY/NET WORTH



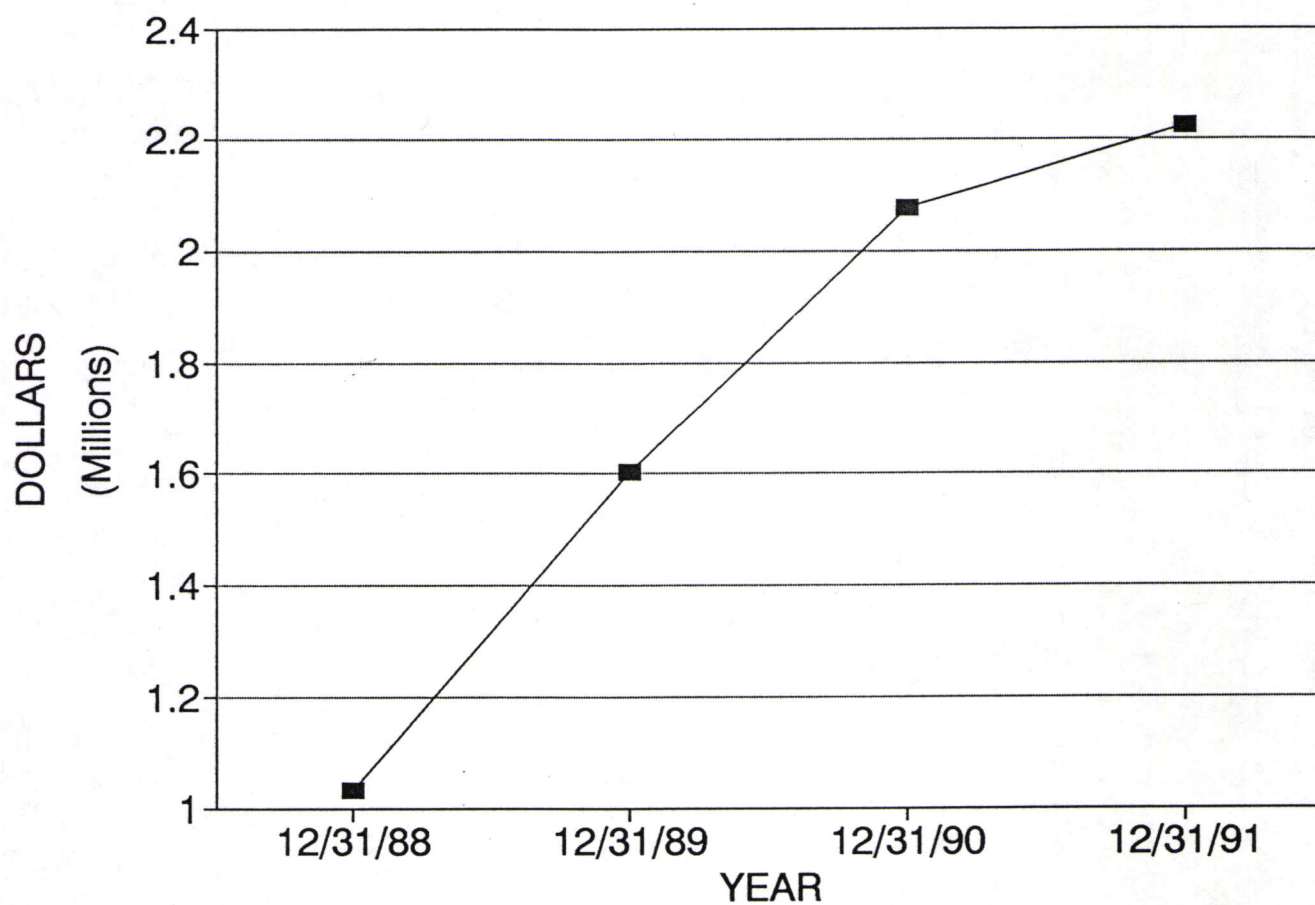
UTELITE FINANCIAL RATIOS REVIEW

FIXED ASSETS



UTELITE FINANCIAL RATIOS REVIEW

TANGIBLE NET WORTH



UTELITE FINANCIAL RATIOS REVIEW

NET INCOME

